

475 17rd Street Suite 1500 Denver Colorado 80202 Telephone 303 573-1222 Fax 303 573 0461

January 31, 2007

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

Attn.: Ms. Diana Whitney

RE: Enduring Resources, LLC

Coyote Basin 8-24-11-12

NWNW 12-8S-24E

Federal Lease: UTU-76284

Uintah County, Utah

Dear Ms. Whitney:

Enclosed is one original application to drill concerning the above-referenced proposed well.

Enduring Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this application and all future information as confidential.

If any questions arise or additional information is required, please contact me at 303-350-5719.

Very truly yours,

Evette Bissett

Regulatory Affairs Assistant

futto Bissett

Enclosures

RECEIVED FEB 0 6 2007

DIV. OF OIL, GAS & MINING

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

	R	

AMENDED REPORT □ (highlight changes)

APPLICATION FOR PERMIT TO DRILL						EASE NO: 6 284	6. SURFACE: Federal
1A. TYPE OF WO	DRILL 🔽	REENTER [DEEPEN		7. IF INDIAN, A	ALLOTTEE OR T	RIBE NAME:
B. TYPE OF WE	LL: OIL 🗌 GAS 🗹	OTHER	SING	GLE ZONE MULTIPLE ZONI	8. UNIT or CA	AGREEMENT N	AME:
2. NAME OF OPE					I *	E and NUMBER:	
	Resources, LLC			Tours whites		Basin 8-24 D POOL, OR WIL	-11-12
	t., Ste 1500 _{CITY} Denv	er _{STA}	TE CO ZIP 802	PHONE NUMBER: (303) 350-5719 40. 141929 -109.169119	Undesig	mated/ 💃	ixou Basin
	WELL (FOOTAGES)	455948	ex .	40.141929	11. QTR/QTR, MERIDIAN:	SECTION; TOW	NSHIP, RANGE,
	850' FNL - 634' FWL	4444	19074	- 109.169119	NWNW	12 8S	24E
	PRODUCING ZONE: Same						
	MILES AND DIRECTION FROM NEA		ST OFFICE:		12. COUNTY:	_	13. STATE: UTAH
	s Southeast of Jensen,		<u>,</u>		Uintah		-
	O NEAREST PROPERTY OR LEASE	LINE (FEET)	16. NUMBER OF	F ACRES IN LEASE:	17. NUMBER OF ACR	RES ASSIGNED	
634'	ALEADEAT WELL (BRILLING COM	NETTO OF	10 5505055	160	00 DONE DECORIO	1011	40 acres
APPLIED FOR	O NEAREST WELL (DRILLING, COMI R) ON THIS LEASE (FEET)	PLETED, OR	19. PROPOSED		20. BOND DESCRIPT		
1000' +	(SHOW WHETHER DF, RT, GR, ETC	^ \.	22 ADDROVIM	8,810	RLB000803		
5532'	RT-KB	J.).	4/30/200		20 days	Alloit.	
	N N						
24.		PROPOS	ED CASING AI	ND CEMENTING PROGRAM			
SIZE OF HOLE	CASING SIZE, GRADE, AND WEI	GHT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY, YIELD, AND SL	URRY WEIGHT	
20"	14" line pipe		40	3 yards	Ready Mix		
11"	8-5/8" J-55	24#	2,016	Premium Lead	138 sxs	3.50	11.1
_				Premium Tail	138 sxs	1.15	15.8
7-7/8"	4-1/2" N-80	11.6#	8,810	Class G	219 sxs	3.3	11.0
				50/50 Poz Class G	836sxs	1.56	14.3
25.			ATTA	CHMENTS			
VERIFY THE FOL	LOWING ARE ATTACHED IN ACCO	RDANCE WITH THE L	JTAH OIL AND GAS C	ONSERVATION GENERAL RULES:			
WELL PL	47 00 MAD DEED DED DV (05MO		MOINEED	COMPLETE DRILLING PLAN			
_	AT OR MAP PREPARED BY LICENS			1 =			
	CE OF DIVISION OF WATER RIGHTS	APPROVAL FOR US	E OF WATER	FORM 5, IF OPERATOR IS PE	RSON OR COMPANY O	THER THAN TH	E LEASE OWNER
NAME (PLEASE	Evette Bissett			TITLE Regulatory Aff	airs Assistant		
SIGNATURE	bulto Biss	Ett		DATE 1/31/2007			
(This space for Sta	te use only)			Approved by the			
				Utah Division of			
API NUMBER AS	SIGNED: 43-047	39043	· 	Oil, Gas and Minin	g	RECE	EIVED

(11/2001)

Federal Approval of this Action is Necessary

(See Instructions on

FEB 0 6 2007

DIV. OF OIL, GAS & MINING

T8S, R24E, S.L.B.&M. Found 1916 Brass Cap, 2 6' steel N89°54'W - 80.04 (G.L.O.) posts 4' North of N89°55'57"W - 5282.21' (Megs.) 1/4 corner searched Found 1916 Bress for not found Cap, 6' steel post 4' East of cap. 9" (Measured) (Basis of Bearings) 634 Proposed DRILLING WINDOW NORTH (G.L.O.) (C.L.O.) Found 1916 Brass Cap 12 40.01 W WELL LOCATION: **COYOTE BASIN 8-24-11-12** ELEV. UNGRADED GROUND = 5518.9' N89'54'W - 79.96 (G.L.O.)

lacktriangle = Section corners located

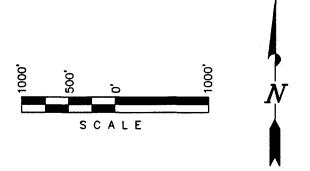
BASIS OF ELEVATION IS A SPOT ELEVATION LOCATED AT THE NORTHWEST CORNER OF SECTION 1, T8S, R24E, S.L.B.&M. THE ELEVATION OF THIS SPOT ELEVATION IS SHOWN ON THE DINOSAUR NW 7.5 MIN. QUADRANGLE AS BEING 5628'.

COYOTE BASIN 8-24-11-12 (Proposed Well Head) NAD 83 Autonomous

LATITUDE = 40° 08' 31.21" LONGITUDE = 109° 10' 10.97"

ENDURING RESOURCES

WELL LOCATION, COYOTE BASIN 8-24-11-12, LOCATED AS SHOWN IN THE NW 1/4 NW 1/4 OF SECTION 12, T8S, R24E, S.L.B.&M. UINTAH COUNTY, UTAH.



NOTES:

- 1. Well footages are measured at right angles to the Section Lines.
- 2. Bearings are based on Global Positioning Satellite observations.

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF AN TONL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEFE No. 362251

REGISTER DEL AND SURVEY REGISTRATION NO 36225 STATE OF UTAHELE OF

TIMBERLINE LAND SURVEYING, INC.

38 WEST 100 NORTH. - VERNAL, UTAH 84078 (435) 789-1365

DATE SURVEYED: 01-11-07	SURVEYED BY: A.D.F.	SHEET
DATE DRAWN: 01-12-07	DRAWN BY: M.W.W.	2
SCALE: 1" = 1000'	Date Last Revised:	OF 10

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that Enduring Resources, LLC is considered to be the operator of the following well.

Coyote Basin 8-24-11-12

Surface Location: NWNW Sec. 12-8S-24E

850' FNL - 634' FWL

Lease Serial No.: UTU-76284

Uintah County, Utah

Enduring Resources, LLC is responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage is provided by UTB000173.

Evette Bissett

Regulatory Affairs Assistant Enduring Resources, LLC

475 17th Street, Suite 1500

Denver, CO 80202

(303) 350-5719

1/31/2007

Date

Enduring Resources, LLC Covote Basin 8-24-11-12 NWNW 12-8S-24E **Uintah County, Utah**

Federal Lease: UTU-76284

ONSHORE ORDER 1 - DRILLING PLAN

1. **Estimated Tops of Geological Markers:**

Formation	Depth (K.B.)
Uinta	Surface
Green River	1516
Wasatch	4631
Mesaverde	6619

2. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals:

Substance	Formation	Depth (K.B.)
	KB-Uinta Elevation: 5532'	
Oil / Gas	Green River	1516
Oil /Gas	Wasatch	4631
Oil /Gas	Mesaverde	6619
	Estimated TD	8810

An 11" hole will be drilled to approximately 2016 feet. The depth will be determined by the depth that the Birds Nest zone is encountered. The hole will be drilled 400 feet beyond the top of the Birds Nest zone and surface casing will be set.

Pressure Control Equipment: (3000 psi schematic attached) 3.

- Type: Eleven (11) inch double gate hydraulic BOP with eleven (11) inch annular Α. preventer on 3,000 psi casinghead, with 3,000 psi choke manifold equipped per the attached diagram. BOPE as specified in Onshore Oil & Gas Order Number 2. A PVT, stroke counter and flow sensor will be installed to check for flow and monitor pit volume.
- Pressure Rating: 3,000 psi BOPE B.
- C. Kelly will be equipped with upper and lower Kelly valves.

Testing Procedure: Annular Preventer D.

At a minimum, the annular preventer will be pressure tested to 50% of the stack rated working pressure for a period of ten (10) minutes or until provisions of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the annular preventer is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the annular preventer will be functionally operated at least weekly.

Blow-Out Preventer

At a minimum, the BOP, choke manifold, and related equipment will be pressure tested to the approved working pressure of the BOP stack (if isolated from the surface casing by a test plug) or to 70% of the internal yield strength of the surface casing (if the BOP is not isolated from the casing by a test plug). Pressure will be maintained for a period of at least ten (10) minutes or until the requirements of the test are met, whichever is longer.

At a minimum, the above pressure test will be performed:

- 1. When the BOP is initially installed;
- 2. Whenever any seal subject to test pressure is broken;
- 3. Following related repairs; and
- 4. At thirty (30) day intervals.

In addition to the above, the pipe and blind rams will be activated each trip, but not more than once each day. All BOP drills and tests will be recorded in the IADC driller's log.

E. Miscellaneous Information:

The blowout preventer and related pressure control equipment will be installed, tested and maintained in compliance with the specifications in and requirements of *Onshore Oil & Gas Order Number 2*.

4. Proposed Casing & Cementing Program:

A. Casing Program: All New

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Depth Set (MD)
20"	14" O.D.				40' (GL)
11"	8-5/8"	24#	J-55	ST&C	0 – 2,016' (KB) est.
7-7/8"	4-1/2"	11.6#	N-80	LT&C	0 – 8810' (KB)

The surface casing will have guide shoe. Centralize the shoe joint with bowspring centralizers in the middle and top of the joint and the next 16 joints with bowspring centralizers on every other collar (8 centralizers total). Thread lock guide shoe.

Casing string(s) will be pressure tested to 0.22 psi/foot of casing string length or 1500 psi, whichever is greater (not to exceed 70% of the internal yield strength of the casing), after cementing and prior to drilling out from under the casing shoe.

B. Casing Design Parameters:

Depth (MD)	Casing	Collapse(psi)/SF	Burst (psi)/SF	Tension(mlbs)/SF
40' (GL)	14" OD			
2016' (KB)	8-5/8", 24#/ft, J55, STC	1370/1.52(a)	2950/3.28(b)	244/5.81(c)
8810' (KB)	4-1/2", 11.6#/ft, N-80, LTC	6350/1.39(d)	7780/1.85 (e)	223/2.54(f)

- (a.) based on full evacuation of pipe with 8.6 ppg fluid on annulus
- (b.) based on 8.6 ppg gradient with no fluid on annulus
- (c.) based on casing string weight in 8.6 ppg mud
- (d.) based on full evacuation of pipe with 10.0 ppg fluid on annulus
- (e.) based on 9.2 ppg gradient, gas to surface, with no fluid on annulus, no gas gradient
- (f.) based on casing string weight in 9.2 ppg mud

PROPOSED CEMENTING PROGRAM

Surface Casing (if well will circulate)-Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	1516	Premium cement + 16% gel + 0.25 pps celloflake	138	25%	11.1	3.50
8-5/8"	Tail	500	Premium cement + 2% CaC ₂ + 0.25 pps celloflake	138	25%	15.8	1.15

A cement top job is required if cement fallback is greater than 10' below ground level. Top job (weight 15.8 ppg, yield 1.15 ft³/sx) cement will be premium cement w/ 3% CaCl₂.+0.25 pps celloflake. Volume as required

Surface Casing (if well will not circulate) - Cemented to surface

CASING	SLURRY	FT. of FILL	CEMENT TYPE	sxs	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
8-5/8"	Lead	500	Premium cement + 2% CaCl ₂ + 0.25 pps celloflake	138	25	15.8	1.15
8-5/8"	Top job	As req.	Premium cement + 3% CaCl ₂ + 0.25 pps celloflake	As Req.		15.8	1.15

Production Casing and Liner - Cemented TD to 300' above base of surface casing

CASING	SLURRY	FT.	CEMENT TYPE	SXS	EXCESS (%)	WEIGHT (ppg)	YIELD (ft ³ /sx)
1	:	FILL					
4-1/2"	Lead	2515	Class "G" + 5% NaCl + 12% Gel + 0.25 pps celloflake + 0.2% antifoam + 0.25% fluid loss + 1% extender	219	25	11.0	3.3
4-1/2"	Tail	4579	50/50 POZ Class G + 2% gel +1% CaCl ₂ + 0.2% dispersant + 0.2% fluid loss + 0.1% antifoam	836	25	14.3	1.56

Cement volumes for the 4-1/2" Production Casing will be calculated to provide a top of cement to 300' above base of surface casing. Cement volumes are approximate and were calculated under the assumption that a gauge hole will be achieved. Actual cement volumes may vary due to variations in the actual hole size and will be determined by running a caliper log on the drilled hole. Actual cement types may vary due to hole conditions and cement contractor used.

All waiting on cement (WOC) times will be adequate to achieve a minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

5. <u>Drilling Fluids (mud) Program:</u>

Interval (MD)	Mud Weight	Fluid Loss	Viscosity	Mud Type
0' - 2016' (KB)		No cntrl		Air/mist
2000'-3000' (KB)	8.4-8.6	No cntrl	28-36	Water
3000'-8810' (KB)	8.8-9.8	8 - 10 ml	32-42	Water/Gel

Sufficient mud material(s) to maintain mud properties, control lost circulation and contain a blowout will be available at the well site during drilling operations.

6. <u>Evaluation Program:</u>

Tests:

No tests are currently planned.

Coring:

No cores are currently planned.

Samples:

No sampling is currently planned.

Logging

- Dual Induction SFL /Gamma Ray/Caliper/SP/TDLT/CNL/ML TD to Base Surface Casing
- Cement Bond Log / Gamma Ray:
 TD to Base of Surface Casing or Top of Cement if below Base of Surface Casing

Stimulation: A stimulation or frac treatment will be designed for completion of this well based on openhole log analysis. The drill site, as approved, will be sufficient size to accommodate all completion activities.

7. Abnormal Conditions:

No abnormal temperatures or pressures are anticipated. No H_2S has been encountered or known to exist from previous wells drilled to similar depths in the general area.

Maximum anticipated bottom hole pressure equals approximately 4581 psi (calculated at 0.52psi/foot of hole) and maximum anticipated surface pressure equals approximately 2643 psi (anticipated bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot of hole).

8. <u>Anticipated Starting Dates:</u>

• Anticipated Commencement Date- Within one year of APD issue.

Drilling Days Approximately 10 days

• Completion Days - Approximately 10 days

• Anticipate location construction within 30 days of permit issue.

9. Variances:

None anticipated

10. Other:

A Cultural Resource Inventory and Paleontology reconnaissance shall be conducted for the well location, access route and pipeline. The reports shall be submitted to the Division of Oil, Gas and Mining and the School and Institutional Trust lands Administration upon their receipt.

Single Shot directional surveys will be dropped every 2000 feet to monitor hole angle.

ENDURING RESOURCES Coyote Basin # 8-24-11-12 Section 12, T8S, R24E, S.L.B.&M.

FROM THE INTERSECTION OF U.S. HIGHWAY 40 AND STATE HIGHWAY 149 IN JENSEN, UTAH; PROCEED IN AN EASTERLY DIRECTION ALONG U.S. HIGHWAY 40 APPROXIMATELY 11.6 MILES TO THE JUNCTION OF THE OLD BONANZA HIGHWAY (COUNTY B ROAD 3150). EXIT RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION ALONG THE OLD BONANZA HIGHWAY APPROXIMATELY 11.9 MILES TO THE INTERSECTION OF A CLASS D COUNTY ROAD TO THE WEST; EXIT RIGHT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 0.6 MILES TO AN EXISTING TRAIL TO THE NORTH; EXIT RIGHT AND PROCEED IN A NORTHEASTERLY DIRECTION ALONG EXISTING TRAIL APPROXIMATELY 0.2 MILES TO THE PROPOSED ACCESS ROAD; FOLLOW ROAD FLAGS IN A NORTHWESTERLY DIRECTION APPROXIMATELY 4,315 FEET TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM JENSEN, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 25.1 MILES IN A SOUTHEASTERLY DIRECTION.

Enduring Resources, LLC Coyote Basin 8-24-11-12 NWNW 12-8S-24E Uintah County, Utah

Federal Lease: UTU-76284

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

From The Intersection Of U.S. Highway 40 And State Highway 149 In Jensen, Utah; Proceed In An Easterly Direction Along U.S. Highway 40 Approximately 11.6 Miles To The Junction Of The Old Bonanza Highway (County B Road 3150). Exit Right And Proceed In A Southeasterly Direction Along The Old Bonanza Highway Approximately 11.9 Miles To The Intersection Of A Class D County Road To The West; Exit Right And Proceed In A Westerly Direction Approximately 0.6 Miles To An Existing Trail To The North; Exit Right And Proceed In A Northeasterly Direction Along Existing Trail Approximately 0.2 Miles To The Proposed Access Road; Follow Road Flags In A Northwesterly Direction Approximately 4,315 Feet To The Proposed Location.

Total Distance From Jensen, Utah To The Proposed Well Location Is Approximately 25.1 Miles In A Southeasterly Direction.

2. Planned Access Roads:

The proposed access road will be approximately 4,315 feet of new construction. Of this amount 765 feet is on-lease and 3,550 feet is off lease. Please refer to Topo Map "B" for the takeoff point for the new road construction. Access into section 12 will be a Class D County Road, onto a two track road, then onto the new access road.

The proposed access road will be utilized to transport personnel, equipment and supplies to and from the proposed well site during drilling, completion and production operations. The road will be utilized year round.

The access road will be crowned 2% to 3%, ditched and constructed with a running surface of 18 feet and a maximum disturbed width of 30 feet right-of-way. Maximum grade of road is 5% or less. Graveling or capping the roadbed will be performed as necessary to provide a well constructed, safe road. No fence crossings, culverts, turnouts, cattle guards or major cuts and fills are required. Prior to construction or upgrading, the proposed road shall be cleared of any snow and allowed to dry completely.

Surface disturbance and vehicular traffic will be limited to the proposed location and proposed access route. Any additional area needed will be approved in advance. All construction shall be in conformance with the standards outlined in the BLM and Forest Service publication: <u>Surface Operating Standards for Oil and Gas Exploration and Development. 1989.</u>

The road surface and shoulders will be kept in a safe usable condition and will be maintained in accordance with the original construction standards. All drainage ditches will be kept clear and free flowing and will be maintained according to original construction standards. The access road surface will be kept free of trash during operations. All traffic will be confined to the approved disturbed surface. Road drainage crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the road bed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around them avoided. When snow is removed from the road during the winter months, the snow shall be pushed outside of the borrow ditches and the turnouts kept clear so that snowmelt will be channeled away from the road.

3. Location of Existing Wells within a One-Mile radius (See "Topo" Map "C" attached):

The following wells are wells located within a one (1) mile radius of the proposed location.

a. b. c. d.	None: None: None: None:	Water Wells: Injection Wells: Producing Wells: Drilling Wells:
e.	(4):	Shut-in Wells: 1. Magnum 11-6, SESW 11 2. Coyote 1-12, NESW 12 3. E Red Wash Federal 1-12, SWNE 12 4. Coyote Basin 43-12-8-24, NESE 12
f.	None:	Temporarily Abandoned Wells:
g.	None:	Disposal Wells:
h.	(13):	Abandoned Wells:
•••	√	1. Federal 1, NWSW 1
		2. Government 1, SENW 11
		3. Capansky B 11-1 SESW 11
		4. Capansky 11-3, SESW 11
		5. Bush 11-5, SESW 11
		6. Bush 11-7, SESW 11
		7. Wilson Bush 11-2, NESW 11
		8. Wilson Bush 11-2A, NESW11
		9. Capansky-Bush 11-8, SESW 11
		10. Chaparral 1L, NESW 1
		11. Belco Federal 1-12, SWSW 12
		12. Coyote Basin Federal 34-12, SWSE 12
_		13. Coyote Basin 41-12, NENE12
i.	None:	Dry Holes:
j.	None:	Observation Wells:
k.	None:	Pending (staked) Wells:

4. Location of Existing and/or Proposed Facilities:

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain fluids (i.e. production tanks, produced water tanks and/or heater treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank and be independent of the back cut.

All permanent (on site for six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the rocky Mountain Five State Inter-Agency Committee

All facilities will be painted within 6 months of installation. The color shall be Dark Olive Black. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Gas Gathering Pipeline: ON-LEASE 750' BLM OFF-LEASE 7.460' BLM

If the well is capable of economic production, a surface gas gathering line and related equipment shall be installed for year around usage. Approximately 8,210 feet of 6" or less surface gas gathering pipeline shall be laid to minimize surface disturbance.

The proposed pipeline will begin at the well site, be laid on the north side of the access road, two-track road and Class D County Road and tie-into pipeline located next to County Road B-3150.

The meter run will be housed. The gas gathering line will be buried or anchored down from the wellhead to the meter.

Upon plugging and abandonment, the gas gathering line will be removed and the disturbed area will be re-contoured and restored as near as practical to the original condition. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

5. <u>Location and Type of Water Supply:</u>

Water will be purchased from American Gilsonite from the following source. Water Right No. 49-222, Application/Claim No. A29909/a4958, Certificate No. 9915 ("AGC Water Right"). The AGC Water Right consists of nineteen underground water wells located in Sec.2, T10S, R24E, SLBM, piped to and stored in a cistern located in Section 25, T9S, R24E.

Water will be hauled to the location over the roads marked on "Topo" Maps "A" and "B."

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized for location and access road construction.

Any gravel will be obtained from a commercial source; however, gravel sized rock debris associated with location and access road construction may be used as access road surfacing material.

7. <u>Methods of Handling Waste Materials:</u>

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, contained in the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit well be constructed on the location and will not be located within natural drainage, where a flood hazard exits or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, brake or allow discharge of liquids.

The reserve pit will be lined with ¼ felt and a minimum of 16 mm plastic with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

A chemical portable toilet will be furnished with the drilling rig. The toilet will be replaced periodically utilizing a licensed contractor to transport by truck the portable chemical toilet so that its contents can be delivered to the Vernal Wastewater Treatment Facility in accordance with state and county regulations.

Garbage, trash and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash well be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported or disposed of in association with the drilling, completion or testing of this well.

Produced oil will be stored in an oil tank and then hauled by truck to a crude purchaser facility. Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to an approved disposal site.

8. Ancillary Facilities:

During drilling operations, approximately 20 days, the site will be a manned camp. Three or four additional trailers will be on location to serve as the crews' housing and eating facilities. These will be located on the perimeter of the pad site within the topsoil stockpiles. Refer to Sheet 4.

9. Well Site Layout: (Refer to Sheets #2, #3, and #4)

The attached Location Layout Diagrams described drill pad cross-sections, cuts and fills and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s) and surface material stockpiles(s).

Please see the attached diagram for rig orientation and access roads.

The top soil will be windrowed rather than piled. It will be reseeded and track walker at the time the location is constructed. Seeding will be with the determined during the onsite. (Refer to "Seed Mixture for Windrowed Top Soil Will included:" following herein.

The top soil removed from the pit area will be store separately and will not be reseeded until the pit is reclaimed.

All pits shall be fence to the following minimum standards:

- a. 39 inch net wire shall be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- b. The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches over the new wire. Total height of the fence shall be at least 42 inches.
- c. Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- d. Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two fence posts shall be no greater than 16 feet.
- e. All wire shall be stretched by, using a stretching device, before it is attached to corner posts.

- f. The reserve pit fencing will be on three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.
- g. Location size may change prior to drilling the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling, the location will be re-surveyed and a Form 9 will be submitted.

10. Plans for Surface Reclamation:

Producing Location:

- a. Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, materials, trash and debris not required for production.
- b. Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 40CFR 3162.7.
- c. Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.
- d. The reserve pit and that portion of the location not needed for production facilities / operations will be re-contoured to the approximated natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.
- e. To prevent surface water(s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface 3 feet above surrounding round surface to allow the reclaimed pit area to drain effectively.
- f. Upon completion of back filling, leveling and re-contouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

- i. Abandoned well sites, roads and other disturbed areas will be restored as nearly as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions and re-establishment of vegetation as specified.
- ii. All disturbed surfaces will be re-contoured to the approximated natural contours with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. If necessary, re-seeding operations will be performed after completion of other reclamation operations.

Seed Mixture for Windrowed Top Soil Will Included:

To be provided by the BLM

11. Surface Ownership: Location, Access and Pipeline Route:

Wellsite: Bureau of Land Management

Access: Bureau of Land Management

Pipeline: Bureau of Land Management

12. Other Information

On-site Inspection for Location, Access and Pipeline Route:

Pending

Special Conditions of Approval:

None for this well(s).

Archeology:

a. A Cultural Resource Inventory Report is pending and to be prepared by Montgomery Archaeological Consultants.

Paleontology:

b. A Paleontology Reconnaissance Report is pending and to be prepared by Intermountain Paleo-Consulting.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the Antiquities Act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

13. Lessee's or Operator's Representatives:

Representatives:

Alvin R. (Al) Arlian

Landman – Regulatory Specialist

Enduring Resources, LLC

475 17th Street, Suite 1500

Denver, Colorado 80202

Office Tel: 303-350-5114

Teme Singleton

Vice President – Operations

Enduring Resources, LLC

475 17th Street, Suite 1500

Denver, Colorado 80202

Office Tel: 303-350-5711

Fax Tel: 303-573-0461 Fax Tel: 303-573-0461

<u>aarlian@enduringresources.com</u> <u>tsingleton@enduringresources.com</u>

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his/her/its subcontractors. A copy of these conditions will be furnished the field representative to insure compliance.

A complete copy of the approved APD and ROW grant, if applicable, shall be on location during construction of the location and drilling activities.

The operator or his/here/its contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

The BLM Office shall be notified upon site completion prior to moving on the drilling rig.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by Enduring Resources, LLC and its contractors and subcontractors in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Please be advised that Enduring Resources, LLC is considered to be the operator of the Coyote Basin 8-24-11-12 Well; NWNW Section 12, Township 8 South, Range 24 East; Lease #:UTU-76284 Uintah County, Utah; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by BLM Statewide Oil & Gas Lease Bond No. UTB000173 and State of Utah, Division of Oil, Gas & Mining Surety Bond No. RLB0008031

ENDURING RESOURCES, LLC

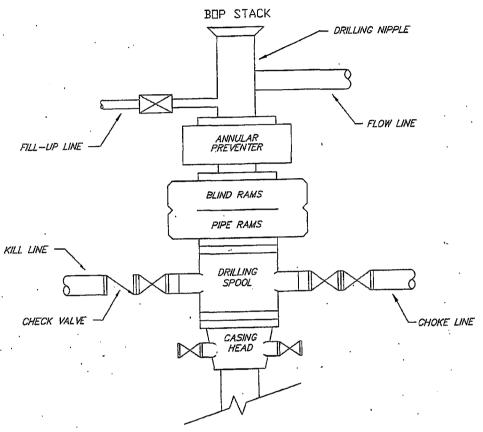
Alvin (Al) R. Arlian

Landman - Regulatory Specialist

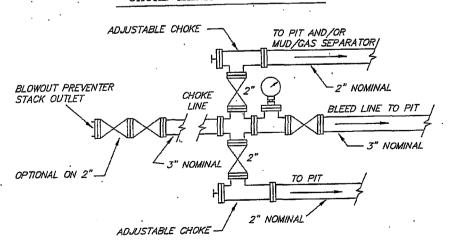
January 31, 2007

ENDURING RESOURCES, LLC

TYPICAL 3,000 p.s.i.
BLOWOUT PREVENTER SCHEMATIC



TYPICAL 3,000 p.s.i. CHOKE MANIFOLD SCHEMATIC



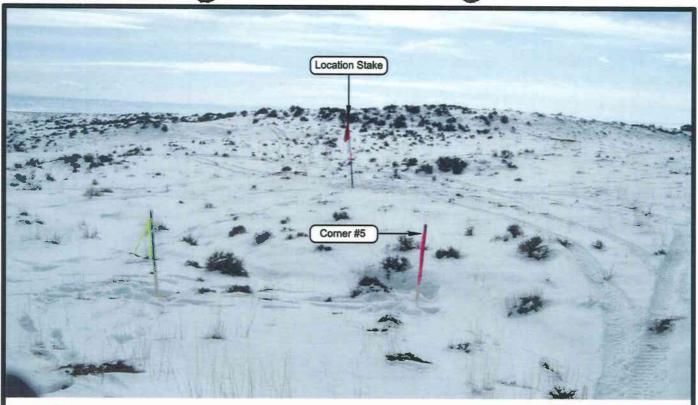


PHOTO VIEW: FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHERLY

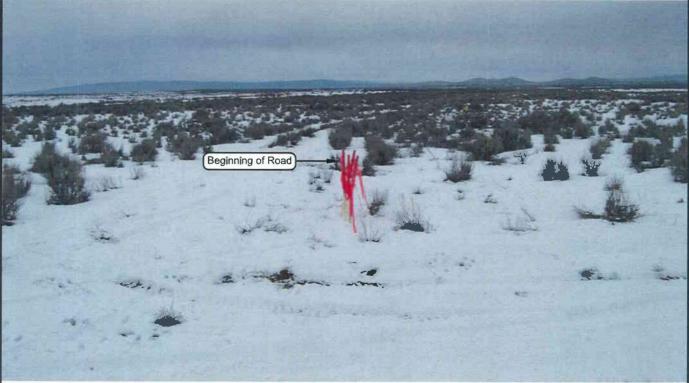


PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: NORTHERLY

ENDURING RESOURCES

COYOTE BASIN 8-24-11-12 SECTION 12, T8S, R24E, S.L.B.&M.

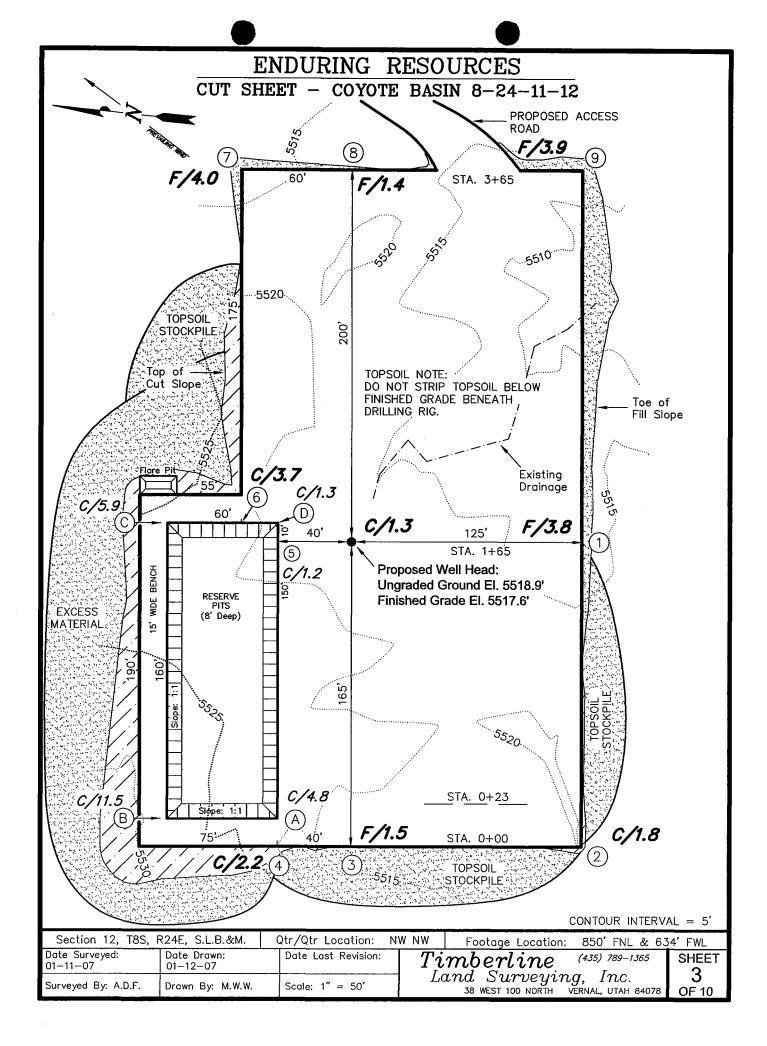
LOCATION PHOTOS

DATE TAKEN: 01-11-07 DATE DRAWN: 01-12-07 REVISED:

TAKEN BY: A.D.F. DRAWN BY: M.W.W.

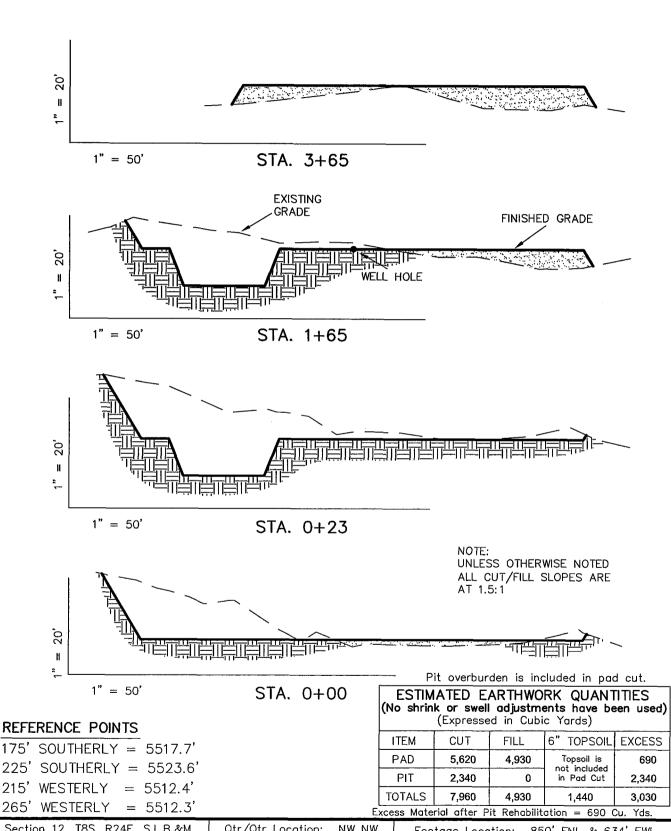
Timberline Land Surveying, Inc.
38 West 100 North Vernal, Utah 84078
(435) 789-1365

SHEET OF 10

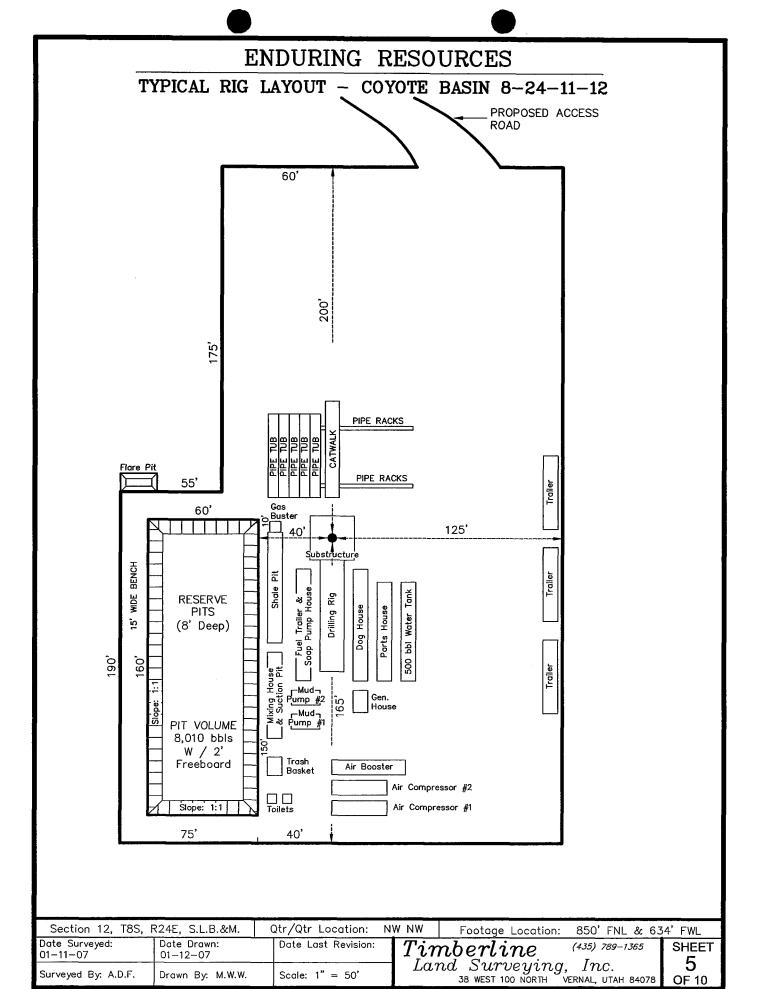


ENDURING RESOURCES

CROSS SECTIONS - COYOTE BASIN 8-24-11-12

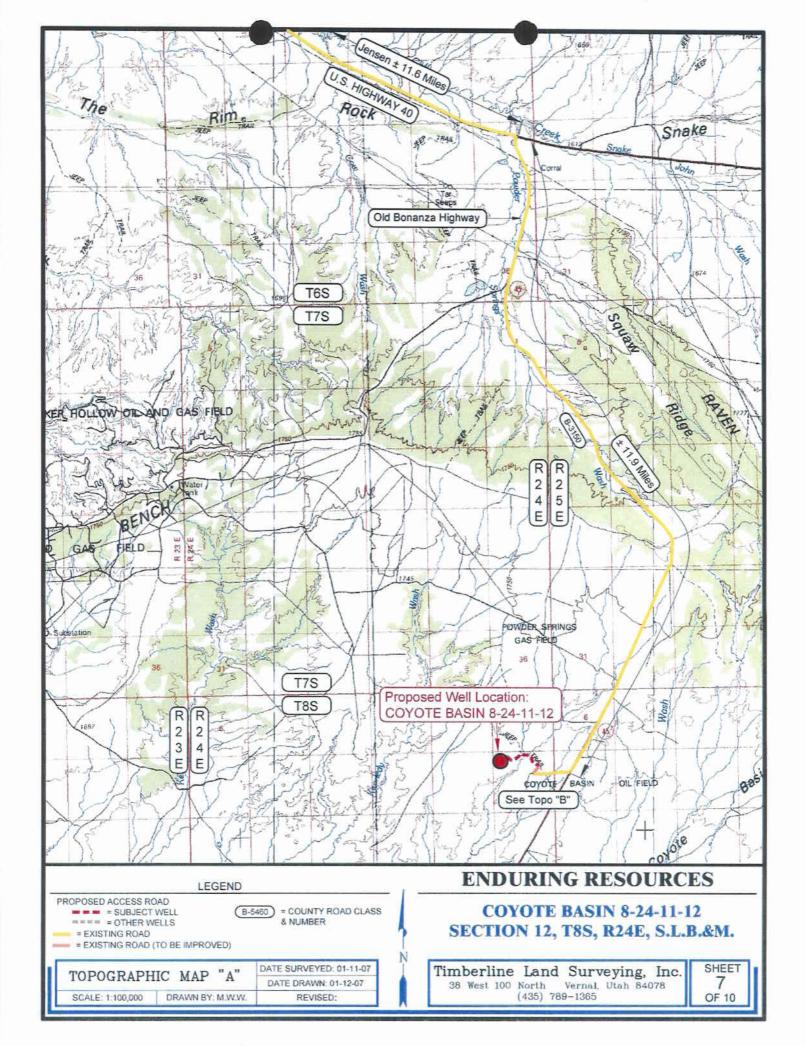


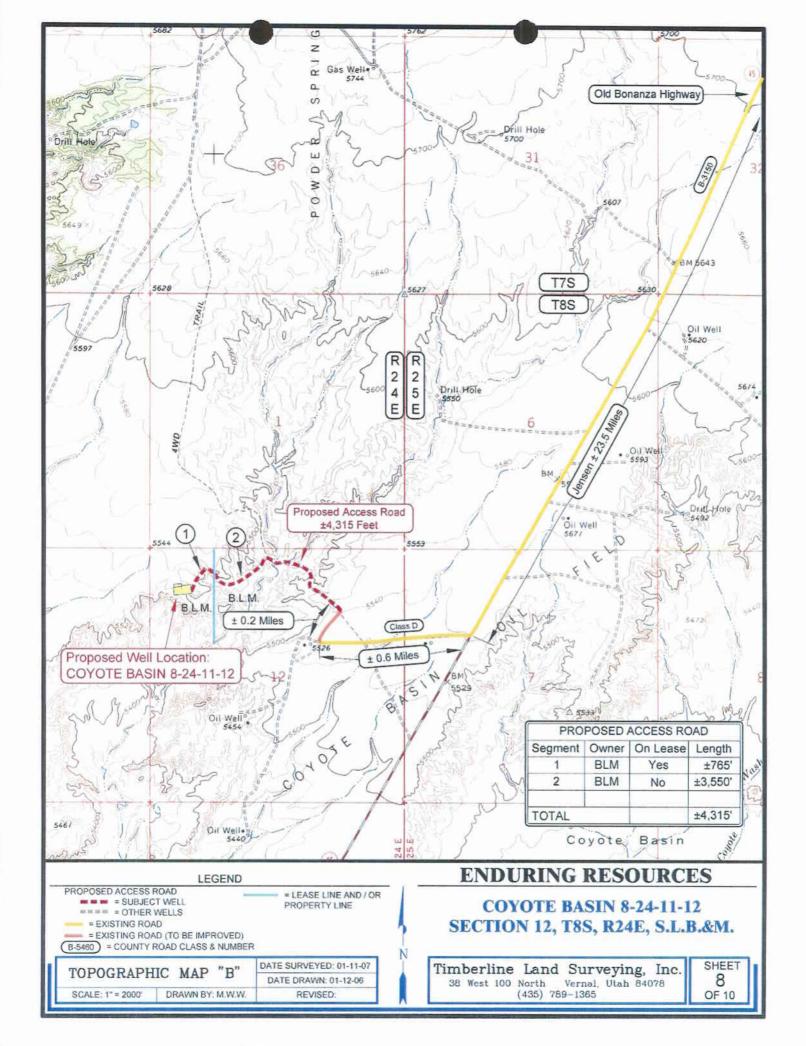
Section 12, T8S, R24E, S.L.B.&M. NW NW Qtr/Qtr Location: Footage Location: 850' FNL & 634' FWL Timberline (435) /05
Land Surveying, Inc.
R WEST 100 NORTH VERNAL, UTAH 84078 Date Surveyed: Date Drawn: Date Last Revision: SHEET 01-11-07 01-12-07 4 Scale: 1" = 50'Surveyed By: A.D.F. Drawn By: M.W.W. OF 10

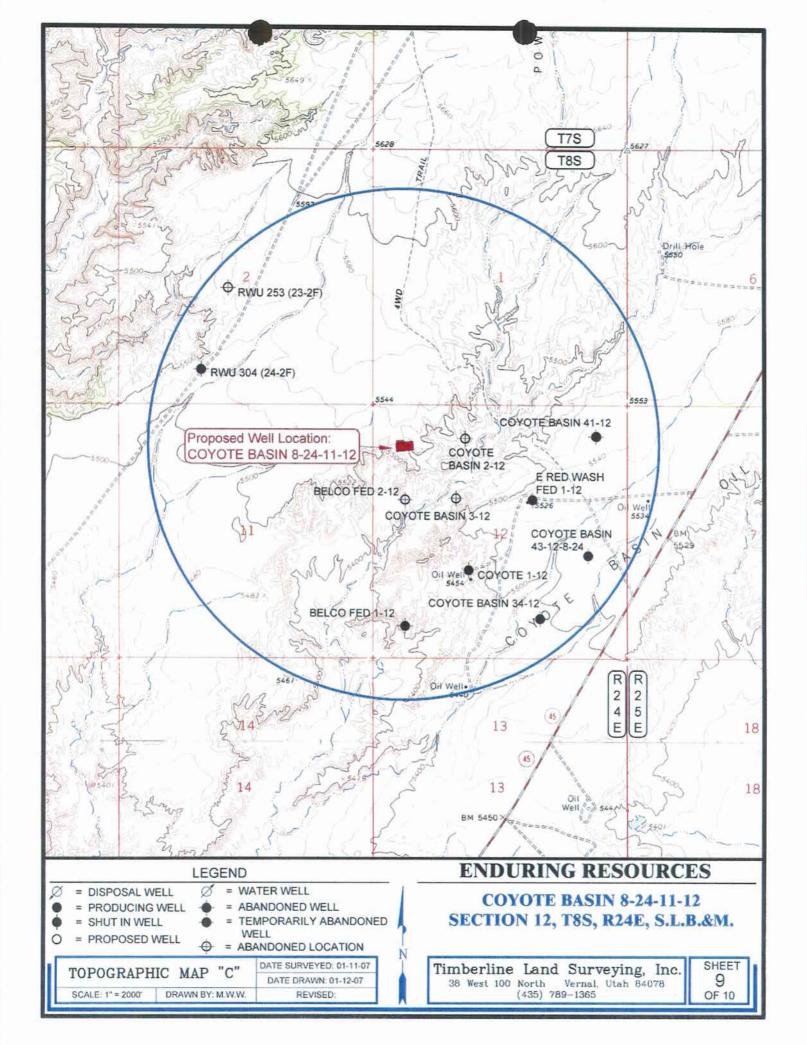


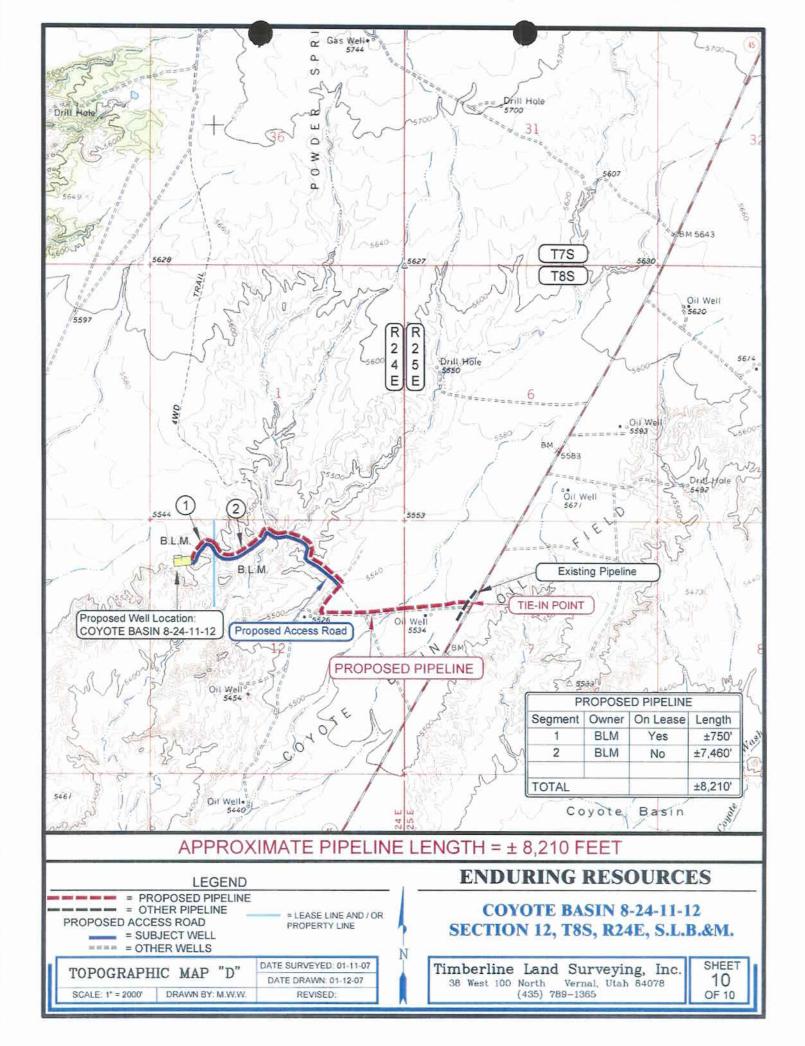
ENDURING RESOURCES TYPICAL PRODUCTION LAYOUT - COYOTE BASIN 8-24-11-12 WELL HEAD Insulated 2" Flow line & 1" Trace PIT AREA 2 300 bbl Tanks & Berm Separator, Dehydrator & Meter Dump Lines

Section 12, T8S,	R24E, S.L.B.&M.	Qtr/Qtr Location: N	W NW	Footage Location: 850' FNL & 63	34' FWL
Date Surveyed: 01-11-07	Date Drawn: 01-12-07	Date Last Revision:		nberline (435) 789-1365	SHEET
Surveyed By: A.D.F.	Drawn By: M.W.W.	Scale: 1" = 50'	Lan	nd $Surveying,$ $Inc.$ 38 west 100 north $$	O F 10
	-				

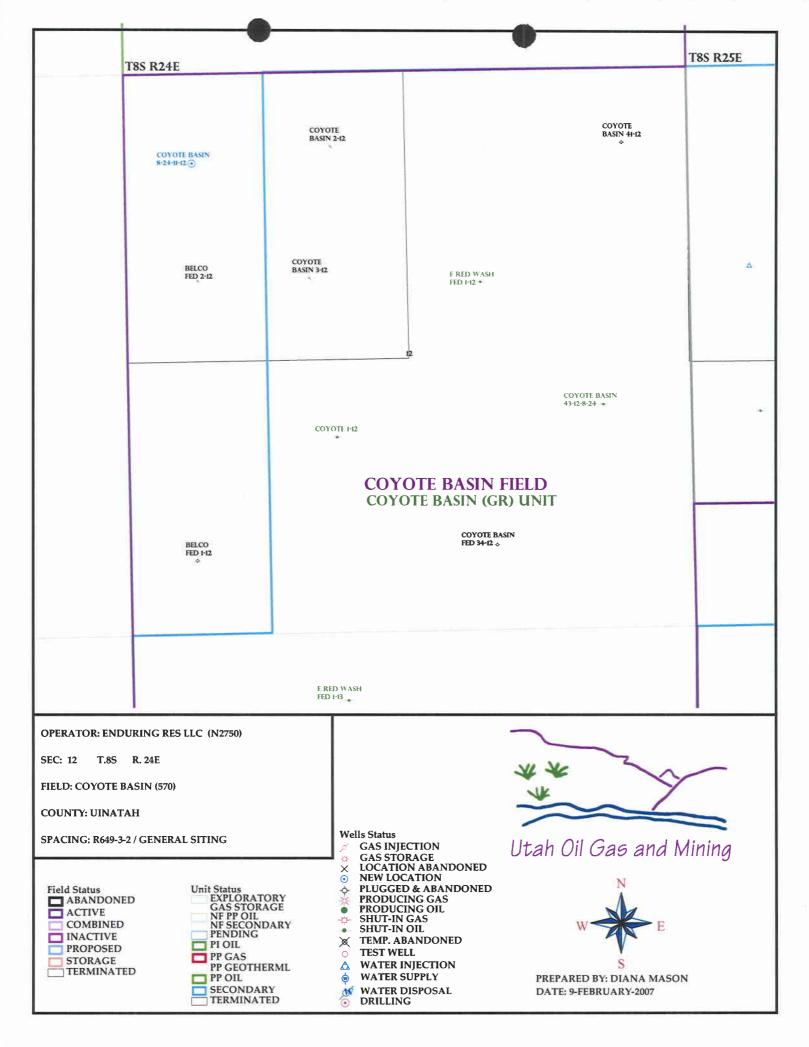








APD RECEIVED: 02/06/2007	API NO. ASSIGNED: 43-047-39043		
WELL NAME: COYOTE BASIN 8-24-11-12			
OPERATOR: ENDURING RESOURCES, LLC (N2750)	PHONE NUMBER: 303-350-5719		
CONTACT: EVETTE BISSETT			
PROPOSED LOCATION:	INSPECT LOCATN BY: / /		
NWNW 12 080S 240E	Tech Review Initials Date		
SURFACE: 0850 FNL 0634 FWL BOTTOM: 0850 FNL 0634 FWL	Engineering		
COUNTY: UINTAH			
LATITUDE: 40.14193 LONGITUDE: -109.1691	Geology		
UTM SURF EASTINGS: 655968 NORTHINGS: 444490	7 Surface		
FIELD NAME: COYOTE BASIN (570) LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-76284 SURFACE OWNER: 1 - Federal	PROPOSED FORMATION: MVRD COALBED METHANE WELL? NO		
RECEIVED AND/OR REVIEWED: / Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. RLB0008031) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-222) RDCC Review (Y/N) (Date:) Lift Fee Surf Agreement (Y/N) Notation Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit:		
STIPULATIONS: 1- South Capprox 2: 3 miles Soit			





State of Utah

Department of Natural Resources

MICHAEL R. STYLER **Executive Director**

Division of Oil, Gas & Mining

> JOHN R. BAZA **Division Director**

JON M. HUNTSMAN, JR. Governor

> GARY R. HERBERT Lieutenant Governor

> > February 12, 2007

Enduring Resources, LLC 475 17th St., Ste. 1500 Denver, CO 80202

Re: Coyote Basin 8-24-11-12 Well, 850' FNL, 634' FWL, NW NW, Sec. 12. T. 8 South, R. 24 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39043.

Sincerely,

Gil Hunt

Associate Director

pab **Enclosures**

Uintah County Assessor (via e-mail) cc:

Bureau of Land Management, Vernal District Office

Operator:	Enduring Resou	rces, LLC	A circumstance and a circumstanc
Well Name & Number	Coyote Basin 8-	24-11-12	
API Number:	43-047-39043		
Lease:	UTU-76284		
Location: NW NW	Sec. 12	T. <u>8 South</u>	R. 24 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

 Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

STATE OF UTAH

	DEPARTMENT OF NATURAL RESOLUTION OF OIL, GAS AND M		5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-76284
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			7. UNIT OF CA AGREEMENT NAME: n/a
1. TYPE OF WELL OIL WELL	GAS WELL 🗸 OTHER		8. WELL NAME and NUMBER: Coyote Basin 8-24-11-12
2. NAME OF OPERATOR: Enduring Resources, LLC	·		9. API NUMBER: 4304739043
3. ADDRESS OF OPERATOR:		PHONE NUMBER: (303) 350-5114	10. FIELD AND POOL, OR WILDCAT:
475 17th Street, Suite 1500 4. LOCATION OF WELL	y Denver STATE CO Z	00202 [(303) 350-5114	Undesignated
FOOTAGES AT SURFACE: 850' F	NL - 634' FWL		COUNTY: Uintah
QTR/QTR, SECTION, TOWNSHIP, RAN	NGE, MERIDIAN: NWNW 12 8S	24E S	STATE: UTAH
11. CHECK APP	ROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, RE	PORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
✓ NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
·	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	✓ OTHER: Request for APD
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMAT	Extension
	-2008 -2009 A	nsion to the expiration date of Approved by the Utah Division of , Gas and Mining	this Application for Permit to Drill
NAME (PLEASE PRINT) Alvin R. (A	d) Arlian	_{тітье} Landman - Re	egulatory Specialist
	·		
SIGNATURE	<u> </u>	DATE 2/4/2008	

(See Instructions on Reverse Side)

RECEIVED FEB 1 1 2008



Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: 4304739043 Well Name: Coyote Basin 8-24-11-12 Location: 850' FNL - 634' FWL, NWSW, Sec 12, T8S-R24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 2/12/2007		
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.		
Following is a checklist of some items related to the application, which should be verified.		
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No □		
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑		
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑		
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑		
Has the approved source of water for drilling changed? Yes□No☑		
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑		
Is bonding still in place, which covers this proposed well? Yes ☑No□		
2/4/2008		
Signature Date		
Digitation		
Title: Landman - Regulatory Specialist		
Representing: Enduring Resources, LLC		
DEOEN/ED		

FEB 1 1 2008

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

SUNDRY NOTICES AND REPORTS ON WELLS Do not use the file form by chapcase to all have wells, significantly deepen sorting year boxes current batters have depth, remains placed with a file of the proposal to all have wells, significantly deepen sorting year boxes current batters have depth, remains placed with a file of the proposal to all have wells, significantly deepen sorting of the proposal to all have wells, significantly deepen sorting of the proposal to all have been proposa	DIVISION OF OIL, GAS AND MINING		5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-76284
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COPY SENT TO OPERATOR Date: 2/12/2019 COPY SENT TO OPERATOR Date: 2/12/2019 Linitials: V-5 CHANGE TUBING PLUG AND ABANDON VENT OR FLARE VANTER DISPOSAL VANTER DISPOSAL VANTER DISPOSAL VANTER DISPOSAL VANTER SHUT-OFF VANTER SH	Approximate date work will start:		——————————————————————————————————————
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Enduring Resources, LLC respectfully request an extension to the expiration date of this Application for Permit to Drill FROM: 2/12/2009 TO: 2/12/2010 Dpt			Extension
FROM: 2/12/2009 TO: 2/12/2010 DM Approved by the Utah Division of Oil, Gas and Mining COPY SENT TO OPERATOR Date: 3 · 12 · 2009 Initials: KS CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist	12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, vol	umes, etc.
COPY SENT TO OPERATOR Date: 3.12.2001 Initials: VS CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist 1/26/2009	Enduring Resources, LLC	respectfully request an extension to the expiration date of this	Application for Permit to Drill
COPY SENT TO OPERATOR Date: 3.12.2001 Initials: VS CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist 1/26/2009	FROM: 2/12/2009	, , , , the	
COPY SENT TO OPERATOR Date: 3.12.2001 Initials: VS CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist 1/26/2009		Approved by the	
COPY SENT TO OPERATOR Date: 3 · 12 · 2009 Initials: Landman - Regulatory Specialist 1/26/2009		Utah Division of	
Date: 3 12 2000 Initials: VS CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist 1/26/2009		Oil, Gas and Williams	
Initials: CONFIDENTIAL NAME (PLEASE PRINT) Alvin R. (Al) Arlian TITLE Landman - Regulatory Specialist 1/26/2009	_	By: Description	
NAME (PLEASE PRINT) Alvin R. (AI) Arlian TITLE Landman - Regulatory Specialist	Date: 3112:200	1	CONCIDENTIAL
1/26/2009	Initials: VS		CUNFIDENTIAL
1/26/2009			
1/26/2009	NAME (PLEASE PRINT) Alvin R. (A	I) Arlian _{TITLE} Landman - Re	gulatory Specialist
		1/26/2009	

(This space for State use only)

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Application for Permit to Drill Request for Permit Extension Validation

(this form should accompany the Sundry Notice requesting permit extension)

Well Name: Coyote Basin 8-24-11-12 Location: 850' FNL - 634' FWL NWNW Sec. 12, 8S-24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 2/12/2007
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes \square No \square
Has the approved source of water for drilling changed? Yes□No☑
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑
Is bonding still in place, which covers this proposed well? Yes☑No□
Signature 1/26/2009 Date
Title: Administrative Assistant
Representing: Enduring Resources, LLC
LFCHVED

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STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			FORM 9		
		5.LEAS	E DESIGNATION AND SERIAL NUMBER: 76284		
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF I	NDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.	n exist Use Af	ing wells below current PPLICATION FOR PERMIT TO	7.UNI1	or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well					.L NAME and NUMBER: TE BASIN 8-24-11-12
2. NAME OF OPERATOR: Enduring Resources, LLC					NUMBER: 7390430000
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,			NUMBER: 5114 Ext	1 .	.D and POOL or WILDCAT: TE BASIN
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0850 FNL 0634 FWL	TO DANCE MEDICINA			COUNT UINTA	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NWNW Section: 1:	p, Range, Meridian: 2 Township: 08.0S Range: 24.0E Meridian	n: S		STATE: UTAH	
11.	CK APPROPRIATE BOXES TO INDICA	ATE NA	ATURE OF NOTICE, REPOR	T, OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
	ACIDIZE		ALTER CASING		CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME
3/11/2010	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATION	s 🗆	CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN	☐ F	FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	□ F	PLUG AND ABANDON		PLUG BACK
_	PRODUCTION START OR RESUME	☐ F	RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON
	☐ TUBING REPAIR		VENT OR FLARE		WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF		SI TA STATUS EXTENSION	/	APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER			IER:
12. DESCRIBE PROPOSED OR CO	 DMPLETED OPERATIONS. Clearly show all pe	ertinen	t details including dates, depths	s, volumes,	etc.
Request fo	r one-year extension to APD	term	nination date.	,	
					Approved by the Utah Division of
					l, Gas and Mining
				Ų.	i, ous and rinning
				Date:_	March 11, 2010
				By:	,00,41(II
				<u>~_</u>	
NAME (PLEASE PRINT)	PHONE NUMBE	R	TITLE		
Alvin Arlian	303 350-5114	•	Landman-Regulatory		
SIGNATURE N/A			DATE 3/11/2010		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047390430000

API: 43047390430000

Well Name: COYOTE BASIN 8-24-11-12

Location: 0850 FNL 0634 FWL QTR NWNW SEC 12 TWNP 080S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

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 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? • Yes • No Utah Division of Oil, Gas and Mining

Signature: Alvin Arlian Date: 3/11/2010

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Date: March 11, 2010

Bv: 🐧

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			FORM 9		
		5.LEAS	E DESIGNATION AND SERIAL NUMBER: 76284		
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF I	NDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for propo bottom-hole depth, reenter plu DRILL form for such proposals	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.	n exist Use Af	ing wells below current PPLICATION FOR PERMIT TO	7.UNI1	or CA AGREEMENT NAME:
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11.	CK APPROPRIATE BOXES TO INDICA	ATE NA	ATURE OF NOTICE, REPOR	T, OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
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SUBSEQUENT REPORT	☐ DEEPEN	☐ F	FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	□ F	PLUG AND ABANDON		PLUG BACK
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	☐ TUBING REPAIR		VENT OR FLARE		WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF		SI TA STATUS EXTENSION	/	APD EXTENSION
Report Date:	WILDCAT WELL DETERMINATION	OTHER			IER:
12. DESCRIBE PROPOSED OR CO	 DMPLETED OPERATIONS. Clearly show all pe	ertinen	t details including dates, depths	s, volumes,	etc.
Request fo	r one-year extension to APD	term	nination date.	,	
					Approved by the Utah Division of
					l, Gas and Mining
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				Date:_	March 11, 2010
				By:	,00,41(II
				<u>~_</u>	
NAME (PLEASE PRINT)	PHONE NUMBE	R	TITLE		
Alvin Arlian	303 350-5114	•	Landman-Regulatory		
SIGNATURE N/A			DATE 3/11/2010		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047390430000

API: 43047390430000

Well Name: COYOTE BASIN 8-24-11-12

Location: 0850 FNL 0634 FWL QTR NWNW SEC 12 TWNP 080S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

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• Is bonding still in place, which covers this proposed well? • Yes • No Utah Division of Oil, Gas and Mining

Signature: Alvin Arlian Date: 3/11/2010

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Date: March 11, 2010

Bv: 🐧

Form 3160 -3 (April 2004)				OMB N	APPROVED lo. 1004-0137 March 31, 2007	
UNITED STATE DEPARTMENT OF THE	-	₹		5. Lease Serial No.		
BUREAU OF LAND MA	UTU-76284					
APPLICATION FOR PERMIT TO	DRILL (R REFNTER		6. If Indian, Allotee	or Tribe Nam	ıe
ATTEIOATION TON TENIMIT TO	DCA	NEW/F		N/A		
la. Type of work: DRILL REEN	ER	JLIVE	U	7 If Unit or CA Agr N/A	eement, Name	and No.
1b. Type of Well: Oil Well Gas Well Other	F	B - 5 2007 Multi	iple Zone	8. Lease Name and Coyote Basin		
2. Name of Operator		<u> </u>	<u>:</u>	9. API Well No.		
Enduring Resources, LLC	3LM VI		Н	43-04-		43
3a. Address 475 17th Street, Suite 1500 Denver, CO 80202		10. (mellitie arga code)	W I	10. Field and Pool, or		
		550-5719		Undesignated		
4. Location of Well (Report location clearly and in accordance with a	my State require	ements.*)		11. Sec., T. R. M. or I	3lk. and Survey	or Area
At surface NWNW 850' FNL - 634' FWL At proposed prod. zone Same as surface				Sec 12 T8S R	24E S.L.B.&	M.
14. Distance in miles and direction from nearest town or post office*				12. County or Parish	13.	State
25.1 miles Southeast of Jensenl, UT				Uintah		UT
15. Distance from proposed* location to nearest 634'	16. No. of	acres in lease	17. Spacii	ng Unit dedicated to this	well	
property or lease line, ft (Also to nearest drig. unit line, if any)	160		40 ac	eres		
18. Distance from proposed location*	19. Propos	ed Depth	20. BLM/	BIA Bond No. on file		
to nearest well, drilling, completed, applied for, on this lease, ft. 1000' +	8810'		BLM	I - UTB000173		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22 Approx	kimate date work will sta	art*	23. Estimated duration	on	
5532' RT-KB		04/30/2007		20 days		
	24. Att	achments				
The following, completed in accordance with the requirements of Onshe	ore Oil and Ga	s Order No.1, shall be a	attached to th	nis form:		
 Well plat certified by a registered surveyor. A Drilling Plan. 		4. Bond to cover to Item 20 above).	the operation	ons unless covered by an	existing bond	on file (see
3. A Surface Use Plan (if the location is on National Forest System	Lands, the	5. Operator certifi				
SUPO shall be filed with the appropriate Forest Service Office).		6. Such other site authorized office	specific inf cer.	formation and/or plans a	s may be requi	red by the
25. Signature	Nam	e (Printed Typed)			Date	
25. Signature Guilt Bissett		Evette Bissett			01/31/2	007
Title Regulatory Affairs Ass ista nt						
Approved by (Signature)	Nam	James I	H. S	parger	Date JUN	2 2 2010
Title ACTING Assistant Field Manager	Offic	1/EDI	iai ei	EI D DEELOF	·	· · · · ·
Application approval does not warrant or certify that the applicant hole	ds legal or eo	itable title to those righ	its in the sul	piect lease which would	entitle the appli	cant to
conduct operations thereon.	UNG UE	APPROVAL A	TTACI	JED.		
Conditions of approval, if any, are attached.	الم تفاقم	ULLI IN AUT.	ועתווו	l landad		

*(Instructions on page 2)

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Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NOTICE OF APPROVAL



DIV. OF OIL, GAS & MINING



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No:

API No:

Enduring Resources, LLC

170 South 500 East

Covote Basin 8-24-11-12

43-047-39043

Location: Lease No: NWNW, Sec. 12, T8S, R24E

UTU-76284

Agreement:

N/A

OFFICE NUMBER:

(435) 781-4400

OFFICE FAX NUMBER:

(435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	. -	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings to: ut vn opreport@blm.gov.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.



Page 2 of 9

Well: Coyote Basin 8-24-11-12

1/26/2010

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 designrated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
 work and contact the Authorized Officer (AO). A determination will be made by the AO as to what
 mitigation may be necessary for the discovered paleontologic material before construction can
 continue.
- Wildlife and T&E Species:

Lands in this lease have been identified as crucial habitat for sage grouse, ferruginous hawk, primary management zone for black-footed ferret (PMZ) and habitat for other wildlife. Therefore, modifications to the Surface Use Plan of Operations will be required in order to protect this wildlife habitat from surface disturbing activities (see below).

Observe the timing restrictions given below (Only during construction & drilling).

TIME RESTRICTIONS

REASONS

March 1 – June 15	sage grouse nesting habitat
March 1 – August 1	ferruginous hawk nesting season

During these periods, there will be no construction, drilling, fracing, or completion operations in order to minimize surface disturbance within crucial habitat.

March 1 – July 15..... black-footed ferret (PMZ)

During this period, activities involving the development or construction of temporary or permanent surface disturbances will be prohibited within 1/8th mile boundaries of known home ranges of female ferrets. The home ranges will be determined from data obtained from radio collared animals.

Transportation:

- o All roads will be constructed to Gold Book standard.
- o Limit use of roads by heavy equipment during the periods when the roads are muddy.
- Operator will perform normal operational winter maintenance: roads will be plowed to allow safe navigation. And if snow is heavy, plows will provide breaks in the snow piled berms to allow free movement of wildlife across all roads.

Noxious Weeds:

 Power-wash all construction equipment before commencing construction activities in order to eliminate noxious weeds.

Page 3 of 9 Well: Coyote Basin 8-24-11-12

1/26/2010

- Off-lease right- of- way (ROW) will be required on BLM land:
 - o Approximately 3,550 x 30 feet for access road.
 - Approximately 7,460 x 20 feet for pipelines.
- Restrictions for placement of surface pipelines:
 - a) Surface pipelines will be placed 5-10 feet outside of the borrow area.
 - b) Surface pipelines will be placed in such a way that they will not wander into the borrow area.
 - c) Pipelines will be buried at all major road and drainage crossings.
- Paint all facilities Yuma green within six months of installation, except those facilities which are required to comply with the Occupational Safety and Health Act (OSHA).

INTERIM RECLAMATION:

- o Interim reclamation of the surface environment shall take place after drilling and completion and the well is placed into production. At a minimum, this will include the stabilization of the soil surface during construction, re-contouring of the unused pad area and the reserve pit to the original contour, to the extent possible; and the re-spreading of the top soil up to the rig anchor points and any area not needed for production. Buried pipelines will be re-contoured, the salvaged topsoil redistributed and reseeded. The outside borrow of the access road will have the top soil salvaged and re-spread and reseeded. The area will be reseeded using appropriate seeding methods, which includes, but is not limited to, the drill seeding method (see below). Any adjustments, due to site specific production concerns: the reclamation COAs in this document can be submitted on Sundry form 3160-5.
- The reclamation objective is to establish a desired self-perpetuating diverse plant community. The objective is to attain 75% basal cover based on similar undisturbed adjacent native vegetative community, and comprised of desired species and/or seeded species within 5 years of initial reclamation action. However if after three (3) growing seasons there is less than 30% of the basal cover based on similar undisturbed native vegetative community, then the Authorized Officer may require additional seeding efforts.
- o Topsoil will be segregated from the subsoil (without mixing them), stockpiled separately from other soil materials, and maintained for future use in rehabilitating the locations.
- Topsoil piles stored beyond one growing season will be stabilized and seeded to prevent erosion.
- Topsoil storage areas will be identified with appropriate signage, so it is easily identifiable where topsoil is on location.
- Noxious and invasive weeds will be inventoried and monitored. Noxious and invasive weeds will be controlled through integrated weed management including chemical, mechanical, and biological control methods. An approved Pesticide Use Proposal (PUP) is required for all herbicide applications.
- Earth work for interim and final reclamation must be completed within 6 months following well completion or well plugging (weather permitting).

Page 4 of 9 Well: Coyote Basin 8-24-11-12

1/26/2010

 Salvaged topsoil will be re-distributed evenly, and to pre-disturbance depths, over the surfaces to be re-vegetated.

- The soil surface will be prepared to provide a seedbed for re-establishment of desirable vegetation. Site preparation may include gouging, scarifying, dozer track-walking, mulching, hydro mulching, contour furrowing, water terracing, fertilizing, disking, soil additives or other approved methods. The seedbed preparations will be determined to accomplish the reclamation objectives above.
- The seeding contractor will provide all seed tags to the appropriate SMA prior to seeding efforts.
- Seeding will occur after August 15 and prior to winter freezing of the soil.
- Orill seeding will be used except in areas where topography or substrate composition (rock) precludes the use of the drill. If drill seeding is not possible, broadcast seeding will be implemented. If the broadcast method is used (such as on slopes of 40 percent or greater), the seed rates established for drill seeding will be doubled and seed will be immediately covered to prevent seed desiccation or predation by birds or rodents. The seeds could be covered in several ways including spreading and crimping straw over the seeded area, raking the area by hand, or dragging a chain or chain-linked fence over the seeded area.
- Any altered drainages or water courses will be stabilized trough rip rap, berming, seeding, matting, or other approve methods, and will be reconstructed to have the characteristics and features of nearby functional drainages. Any disturbance to "dashed line" drainages as depicted on USGS 1:24,000 topographic maps will be coordinated with the corps of engineers prior to disturbance.

FINAL RECLAMATION:

- Final Reclamation will be similar to interim reclamation except, all disturbance associated with the well location, access road and pipeline will be reclaimed. The seed mix may include more shrubs and native species. The visual composition will be reestablished to blend with the natural surroundings through re-contouring and reseeding.
- After pipeline installation is complete, all disturbed areas will be reseeded. The seed
 mixtures to be used will be similar to the vegetation of the surrounding areas and may
 consist of grasses, forbs, or shrubs. A recommended seed mixture is provided in the table
 below.

MONITORING – RECLAMATION:

- The initial monitoring report will include but is not limited to: when the re-contouring and seeding was completed. The seed applied, the amounts, and the depth of application. Seedbed preparation such as disking, mulching, etc. Seed application such as drilling or broadcast seeding. Are there any soil amendments, fertilizers, watering, etc. The amounts of noxious and invasive weeds. Are any fencing requirements needed?
- o Prior to any surface disturbance, vegetative monitoring locations and reference sites will be identified by the operator and approved by the BLM Authorized Officer.

Page 5 of 9 Well: Coyote Basin 8-24-11-12 1/26/2010

- Vegetation monitoring protocol will be developed by the operator and approved by the BLM Authorized Officer prior to implementation of re-vegetation techniques and will be designed to monitor % basal vegetative cover.
- Reclamation areas will be inspected annually and monitored to document location and extent of areas with successful re-vegetation. Monitoring will continue until the site is considered a success by the authorized officer and the objectives established in the Green River District Guidelines. A reclamation report will be submitted electronically to the Authorized Officer by March 31 of each year.
- On Federal lands, the reclamation objective will be a vegetation community that within 5 years is comprised of desired and/or seeded species, where the basal vegetative cover is 75 percent of a similar undisturbed adjacent native vegetation community. If after 3 years basal cover is less than 30 percent, then additional seeding and reclamation efforts may be required.

Seed mix - Interim Reclamation:

Common name Latin name		lbs/acre	Recommended seed planting depth (inches)
needle & thread grass	Stipa comata	3	1.5 - 3
Indian rice grass	Achnatherum hymenoides	3	1.5 - 3
hycrest crested wheatgrass	Agropyron cristayum/Agropyron desertorum hybrid	4	0.5 – 0.75

Seed mix - Final Reclamation: (May be amended at the time of well final abandonment)

Common name	Latin name	lbs/acre	Recommended seed planting depth (inches)
Indian rice grass	Achnatherum hymenoides	3	1.5 - 3
needle & thread grass	Stipa comata	3	1.5 - 3
shadscale	Atriplex confertifolia	3	0.5 – 0.75
rabbit brush	Chryothamnus nauseosus	3	0.5 - 1
greasewood	Sarcobactus vermiculatus	2	1/4 – 1/2
hycrest crested wheatgrass	Agropyron cristayum/Agropyron desertorum hybrid	4	0.5 – 0.75

- All pounds are pure live seed.
- All seed and mulch will be certified weed free.
- Rates are set for drill seeding; double rate if broadcasting.
- Reseeding may be required if initial seeding is not successful.

Page 6 of 9 Well: Coyote Basin 8-24-11-12

1/26/2010

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- A surface casing shoe integrity test shall be performed.
- Production casing cement shall be at a minimum 200' above the surface shoe.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- <u>Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in</u> advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times.
 Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is
 encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal
 Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB

Page 7 of 9 Well: Coyote Basin 8-24-11-12

1/26/2010

or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 8 of 9

Well: Coyote Basin 8-24-11-12 1/26/2010

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written communication
 and must be received in this office by not later than the fifth business day following the date on
 which the well is placed on production. The notification shall provide, as a minimum, the following
 informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4.

Page 9 of 9 Well: Coyote Basin 8-24-11-12

1/26/2010

Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office
 Petroleum Engineers will be provided with a date and time for the initial meter calibration and all
 future meter proving schedules. A copy of the meter calibration reports shall be submitted to the
 BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid
 hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall
 be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
 suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
 obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior approval
 of the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
 approval of the BLM Vernal Field Office shall be obtained and notification given before resumption
 of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING				FORM 9		
			5.LEASI UTU-7	E DESIGNATION AND SERIAL NUMBER: 6284		
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF IN	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deep ugged wells, or to drill horizontal laterals			7.UNIT	or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well					L NAME and NUMBER: TE BASIN 8-24-11-12	
2. NAME OF OPERATOR: Enduring Resources, LLC					NUMBER: 390430000	
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500 ,		HONE NU			D and POOL or WILDCAT: FE BASIN	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0850 FNL 0634 FWL QTR/QTR, SECTION, TOWNSHI QTR/QTF: NWNW Section: 12	I P, RANGE, MERIDIAN: 2 Township: 08.0S Range: 24.0E Meridia	an: S		COUNT UINTA STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDIC	CATE NA	TURE OF NOTICE, REPORT		HER DATA	
TYPE OF SUBMISSION			TYPE OF ACTION	<u>, </u>		
	☐ ACIDIZE		LTER CASING		CASING REPAIR	
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ cı	HANGE TUBING		CHANGE WELL NAME	
2/12/2011	☐ CHANGE WELL STATUS	☐ co	OMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE	
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	☐ FF	RACTURE TREAT		NEW CONSTRUCTION	
Date of Work Completion.	OPERATOR CHANGE	☐ PI	LUG AND ABANDON		PLUG BACK	
SPUD REPORT	☐ PRODUCTION START OR RESUME	☐ RE	ECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION	
Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ sī	IDETRACK TO REPAIR WELL		TEMPORARY ABANDON	
	☐ TUBING REPAIR	☐ vi	ENT OR FLARE		WATER DISPOSAL	
DRILLING REPORT Report Date:	☐ WATER SHUTOFF	☐ sī	I TA STATUS EXTENSION	1	APD EXTENSION	
	☐ WILDCAT WELL DETERMINATION	☐ o ¹	THER	отн	ER:	
	ompleted operations. Clearly show all parties an one-year extension to Al		mination date.	<u>Α</u>	Approved by the Jtah Division of Jtah Mining	
			1	Ву: <u></u>	DOGIELL	
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114		TITLE Landman-Regulatory			
SIGNATURE N/A			DATE 2/10/2011			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047390430000

API: 43047390430000

Well Name: COYOTE BASIN 8-24-11-12

Location: 0850 FNL 0634 FWL QTR NWNW SEC 12 TWNP 080S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔵 Yes 🌘 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes Yes
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Alvin Arlian Date: 2/10/2011

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Sundry Number: 23017 API Well Number: 43047390430000

	CTATE OF UTALL		FORM 9
	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE	SS .	ELEACE DECIDIATION AND CERIAL NUMBER.
	DIVISION OF OIL, GAS, AND MINI	NG	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-76284
SUNDR	RY NOTICES AND REPORTS C	N WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	oposals to drill new wells, significantly d reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: COYOTE BASIN 8-24-11-12
2. NAME OF OPERATOR: Enduring Resources, LLC			9. API NUMBER: 43047390430000
3. ADDRESS OF OPERATOR: 511-16th Street, Suite 700		PHONE NUMBER: 03 350-5114 Ext	9. FIELD and POOL or WILDCAT: COYOTE BASIN
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0850 FNL 0634 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NWNW Section:	HIP, RANGE, MERIDIAN: 12 Township: 08.0S Range: 24.0E Merid	ian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICATE	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
2/12/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN [FRACTURE TREAT	NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:			
Jano Sr Spaan	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	L TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
	COMPLETED OPERATIONS. Clearly show al		
Request for a	an one-year extension to APD	expiration date.	Approved by the
			Utah Division of Oil, Gas and Mining
			Date: February 16, 2012
			By: Daggell
			7.3
NAME (DI FACE DOUT)	Buoke	D TITLE	
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114	R TITLE Landman-Regulatory	
SIGNATURE N/A		DATE 2/10/2012	

Sundry Number: 23017 API Well Number: 43047390430000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047390430000

API: 43047390430000

Well Name: COYOTE BASIN 8-24-11-12

Location: 0850 FNL 0634 FWL QTR NWNW SEC 12 TWNP 080S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- ·····g ··· ·· ······· ·· ······· ·· ······
 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
• Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
• Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? Yes No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Alvin Arlian Date: 2/10/2012

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter analy 1 7 2012 abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No. UTU76284

abandoned we	6. If Indian, Allott	6. It Indian, Allottee or Tribe Name			
SUBMIT IN TRI	7. If Unit or CA/A	greement, Name and/or No.			
1. Type of Well	8. Well Name and	No.			
Oil Well Gas Well Ot	COYOTE BAS	SIN 8-24-11-12			
Name of Operator Contact: ALVIN (AL) R. ARLIAN ENDURING RESOUCES LLC E-Mail: aarlian@enduringresources.com			9. API Well No. 43-047-3904	3-00-X1	
3a. Address 511 16TH STREET, SUITE 70 DENVER, CO 80202	00 F	b. Phone No. (include area cod Ph: 303-350-5114ex: 303-573-0461		10. Field and Pool, or Exploratory UNDESIGNATED	
Location of Well (Footage, Sec., T., R., M., or Survey Description)		11. County or Pari	11. County or Parish, and State		
Sec 12 T8S R24E NWNW 85		UINTAH COI	JNTY, UT		
12. CHECK APPI	ROPRIATE BOX(ES) TO I	NDICATE NATURE OF	NOTICE, REPORT, OR OTI	HER DATA	
TYPE OF SUBMISSION			OF ACTION		
- Notice of Intent	☐ Acidize	Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
Notice of Intent	Alter Casing	☐ Fracture Treat	Reclamation	Waler Shut-On Well Integrity	
☐ Subsequent Report	Casing Repair	☐ New Construction	Recomplete		
☐ Final Abandonment Notice	Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	Other Change to Original A	
	Convert to Injection	Plug Back	☐ Water Disposal	PD	
Request a two-year extension FROM: 06-22-2012 TO: 06-22-2014	of APD expiration date:		VERNAL FIELD OFFICE ENG. RHY 6/5/12 GEOL. E.S. PET.	RECEIVED	
CONDITIONS OF	APPROVAL ATTACHED	•	A.M.		
**************************************	A THOUSE A TACIFEE	•	A CONTRACTOR OF THE PARTY OF TH	JUN 1 9 2012	
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #138	398 verified by the BI M W	ell Information System	DIV. OF OIL, GAS & MINING	
Co	For ENDURING emmitted to AFMSS for proce	RESOUCHS LLC. sent to t	he Vernal		
Name (Printed/Typed) ALVIN (AL			MAN-REGULATORY SPECIAL	IST	
Signature (Electronic S	ubmission)	Date 05/17/2	2012		
	THIS SPACE FOR	FEDERAL OR STATE	OFFICE USE		
Approved By Jungh		Title Lands	stant Field Manager & Mineral Resources	JUN 0 7 2012	
onditions of applying, it any, are attached rtify that the applicant holds legal or equ nich would entitle the applicant to condu	itable title to those rights in the sul	warrant or oject lease Office	VERNAL FIELD OFF	TICE	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



CONDITIONS OF APPROVAL

Enduring Resources, LLC

Notice of Intent APD Extension

Lease:

UTU-76284

Well:

Coyote Basin 8-24-11-12

Location:

NWNW Sec 12 T8S R24E

An extension for the referenced APD is granted with the following conditions:

- 1. The extension and APD shall expire on 06/22/2014.
- 2. No other extension shall be granted.

If you have any other questions concerning this matter, please contact Robin L Hansen of this office at (435) 781-2777

Sundry Number: 34629 API Well Number: 43047390430000

	CTATE OF UTALL		FORM 9	
STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES			ELEACE DECIDIATION AND CERIAL NUMBER.	
DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-76284	
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			7.UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: COYOTE BASIN 8-24-11-12			
2. NAME OF OPERATOR: Enduring Resources, LLC	9. API NUMBER: 43047390430000			
3. ADDRESS OF OPERATOR: 511-16th Street, Suite 700, Denver, CO, 80202 PHONE NUMBER: 303 350-5114 Ext			9. FIELD and POOL or WILDCAT: COYOTE BASIN	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 0850 FNL 0634 FWL			COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NWNW Section: 12 Township: 08.0S Range: 24.0E Meridian: S			STATE: UTAH	
11. CHEC	K APPROPRIATE BOXES TO INDICATE	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION			
,	ACIDIZE [ALTER CASING	CASING REPAIR	
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME	
2/12/2013	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE	
SUBSEQUENT REPORT	DEEPEN [FRACTURE TREAT	NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK	
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	l ,	_		
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON	
_	L TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL	
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION	
	WILDCAT WELL DETERMINATION	OTHER	OTHER:	
I .	COMPLETED OPERATIONS. Clearly show al		depths, volumes, etc.	
Request for a	an one-year extension to APD	expiration date.	Approved by the	
			Utah Division of Oil, Gas and Mining	
			Date: February 19, 2013	
			By: Basyll	
NAME (DI EASE DOINT)	PHONE NUMBE	R TITLE		
NAME (PLEASE PRINT) Alvin Arlian	303 350-5114	Landman-Regulatory		
SIGNATURE N/A		DATE 2/8/2013		

Sundry Number: 34629 API Well Number: 43047390430000



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047390430000

API: 43047390430000

Well Name: COYOTE BASIN 8-24-11-12

Location: 0850 FNL 0634 FWL QTR NWNW SEC 12 TWNP 080S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 2/12/2007

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

···
 If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well? Yes No

Signature: Alvin Arlian Date: 2/8/2013

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 11, 2014

Al Arlian Enduring Resources, LLC 511-16th Street, Suite 700 Denver, CO 80202

Re:

APD Rescinded - Coyote Basin 8-24-11-12, Sec. 12 T. 8S, R. 24E

Uintah County, Utah API No. 43-047-39043

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on February 12, 2007. On February 12, 2008, March 11, 2009, March 11, 2010, February 15, 2011, February 16, 2012 and February 19, 2013 the Division granted a one-year APD extension. On February 10, 2014, you requested that the division rescind the state approved APD. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective February 10, 2014.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

nd Illason

cc:

Well File

Bureau of Land Management, Vernal

